## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

AN ADJUSTMENT OF RATES OF ) CASE NO. 7977 THE SANDY VALLEY WATER DISTRICT)

## ORDER

On January 20, 1981, a hearing was held in the abovestyled matter at which time Mr. Stan Justice testified in behalf of the Applicant as their accountant.

Page 41 of the transcript of evidence gave Mr. Justice the opportunity to amend any accounting exhibits insofar as further documentation relative to increased cost. After reviewing the application and all exhibits contained therein, the Commission asks that certain additional information be filed in the record to assist it in determining the reasonableness of the proposed rates.

IT IS ORDERED that the Sandy Valley Water District shall file an original and five (5) copies of the following information with the Commission (with a copy to the Attorney General's Consumer Intervention Division) by April 1, 1981:

- 1. Detailed analysis of the account entitled "Maintenance of Dist. Reservoirs and Standpipes" in the amount of \$29,259.83.

  Page 18 of the transcript, question and answer No. 10, mentions two breaks in a 12 inch line Please identify this cost in a separate section of the analysis of this account.
- 2. A detailed analysis of the account entitled "Administrative and General Salaries" in the amount of \$22,246.92 into the

following categories: Name, job title, amount paid during test period, rate of pay (hourly, weekly, etc.) and amount of any increase in salary and for what period of time.

- 3. Account No. 923 Outside Services Employed includes two payments made to the engineering firm Rowe and Company of \$2,000.00 and \$1,205.50. Please give a detailed explanation for each payment.
- 4. Also included in Account No. 923 are payments of \$3,180.00 and \$1,000.00 made to Messrs. Stanley Justice and John D. Hayes, respectively. Does any portion of these salaries represent payment for services performed with respect to the rate case?
- 5. Analysis of the account Property Insurance of \$4,103.84 with respect to the following information: type of coverage, amount of the premium, period of coverage.
- 6. Analysis of the account Miscellaneous General Expenses in the amount of \$1,200.00.
- 7. Analysis of the account Taxes Other Than Income Taxes in the amount of \$6,000.25.

Done at Frankfort, Kentucky, this 27th day of March, 1981.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST: